

CHAPTER NO. 818

HOUSE BILL NO. 646

By Representative Kisber

Substituted for: Senate Bill No. 594

By Senator Cooper

AN ACT to amend Tennessee Code Annotated, Title 9, relative to public finances.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 9, Chapter 9, Part 1, is amended by adding the following new section to be numbered accordingly:

Section 9-9-1\_\_\_. The state funding board is authorized to establish guidelines, rules or regulations with respect to certain agreements and contracts facilitating the issuance and sale of debt by governmental entities established by private act, including contracts or agreements providing for liquidity and credit enhancement and reimbursement agreements relating thereto, interest rate swap or exchange agreements, agreements establishing interest rate floors or ceilings or both, other interest rate hedging agreements, and agreements with the purchaser of the debt when such agreements and contracts have been authorized under the private act subject to guidelines of the state funding board.

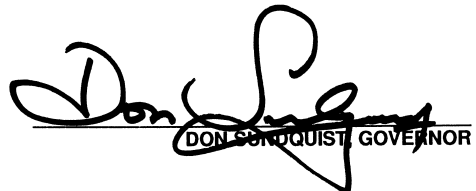
SECTION 2. This act shall take effect on July 1, 2002, the public welfare requiring it.

**PASSED: June 19, 2002**

  
JIMMY NAIFEH, SPEAKER  
HOUSE OF REPRESENTATIVES

  
JOHN S. WILDER  
SPEAKER OF THE SENATE

**APPROVED this 27<sup>th</sup> day of June 2002**

  
DON SUNDQUIST, GOVERNOR